

Detailed Statement of Cash Flows for Profit Evaluation

For the Year Ended December 31, 2023

Cash Flows from Operating Activities

Description	Amount (USD)
Net Profit Before Tax	48,500
Adjustments for: Depreciation	10,000
Adjustments for: Amortization	2,500
Increase in Accounts Receivable	(6,000)
Decrease in Inventory	8,000
Increase in Accounts Payable	7,000
Other Operating Activities	(3,000)
Net Cash Provided by Operating Activities	66,000

Cash Flows from Investing Activities

Description	Amount (USD)
Purchase of Property, Plant, and Equipment	(22,000)
Proceeds from Sale of Equipment	5,000
Purchase of Investments	(8,000)
Net Cash Used in Investing Activities	(25,000)

Cash Flows from Financing Activities

Description	Amount (USD)
Proceeds from Issuance of Shares	15,000
Proceeds from Long-term Borrowings	20,000
Repayment of Borrowings	(12,000)
Dividends Paid	(9,000)
Net Cash Provided by Financing Activities	14,000

Net Increase in Cash and Cash Equivalents

Net Cash Flow for the Year	55,000
Cash and Cash Equivalents at Beginning of Year	45,000
Cash and Cash Equivalents at End of Year	100,000

Important Notes:

- This statement details actual cash flows and does not include non-cash accounting items except for reconciliation adjustments.
- It is essential for evaluating the company's liquidity, solvency, and overall financial health.
- Accurate and timely preparation is crucial for making informed business decisions and for external reporting.
- Differences between profit figures and cash flows often highlight issues in working capital management or non-cash adjustments.
- This document aids investors and management in analyzing the quality of reported profits.